

City of Midland, Michigan

	Water	Wastewater	Real Estate Rental	Sanitary Landfill
Cash Flows from Operating Activities				
Receipts from customers	\$ 7,871,419	\$ 4,516,125	\$ 2,235,686	\$ 2,994,406
Payment to suppliers	(4,479,469)	(1,261,287)	(1,062,259)	(1,121,512)
Payment to employees	(2,529,147)	(1,413,967)	(951,048)	(681,402)
Other receipts	-	-	-	-
Net cash provided by (used in) operating activities	862,803	1,840,871	222,379	1,191,492
Cash Flows from Noncapital Financing Activities				
Operating transfers in (governmental)	(90,000)	1,631,917	60,000	-
Additional transfers in (out)	(435,216)	105,350	-	-
Nonoperating revenues	(56,420)	(229,939)	(150,444)	(144,739)
Net cash provided by (used in) noncapital financing activities	(581,636)	1,507,328	(90,444)	(144,739)
Cash Flows from Capital and Related Financing Activities				
Acquisition of capital assets	(1,009,543)	(701,701)	(114,113)	(721,012)
Proceeds from bonds payable	-	9,480,000	-	-
Principal payments on bonds, notes and contracts payable	(1,155,000)	(10,815,000)	-	-
Interest paid	(295,955)	(1,165,212)	-	-
Contractual revenues	1,041,852	-	-	-
Proceeds from sale of capital assets	-	-	6,095	-
Net cash used in capital and related financing activities	(1,418,646)	(3,201,913)	(108,018)	(721,012)
Cash Flows from Investing Activities				
Investment earnings	260,775	96,602	71,332	213,999
Interfund loan to Civic Arena	-	-	-	(1,707,709)
Net cash provided by (used in) investing activities	260,775	96,602	71,332	(1,493,710)
Net Increase (Decrease) in Cash and Cash Equivalents	(876,704)	242,888	95,249	(1,167,969)
Cash and Cash Equivalents - Beginning of year	6,590,034	2,119,085	1,548,351	6,220,604
Cash and Cash Equivalents - End of year	\$ 6,148,546	\$ 2,361,973	\$ 1,643,600	\$ 5,052,635
Cash and Equivalents reported on Statement of Net Assets as Follows:				
Cash and equivalents	\$ 4,882,853	\$ 1,498,976	\$ 1,643,600	\$ 3,789,640
Restricted assets - Current	1,265,693	862,997	-	-
Restricted assets - Noncurrent	-	-	-	1,262,995
Net cash and equivalents	\$ 6,148,546	\$ 2,361,973	\$ 1,643,600	\$ 5,052,635
Noncash Investing Activities - Changes in fair value of investments	\$ -	\$ -	\$ -	\$ -
Noncash Capital Financing Activities - Developer contributions	\$ 519,266	\$ 160,000	\$ -	\$ -

**Proprietary Funds
Statement of Cash Flows
Year Ended June 30, 2006**

Civic Arena	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 1,027,710	\$ 888,102	\$ 19,533,448	\$ 5,165,259
(785,183)	(468,284)	(9,177,994)	(3,029,648)
(294,307)	(467,933)	(6,337,804)	(1,801,359)
92,512	1,761	94,273	15,859
40,732	(46,354)	4,111,923	350,111
1,761,010	35,000	3,397,927	(389,836)
-	-	(329,866)	-
-	-	(581,542)	(318,234)
1,761,010	35,000	2,486,519	(708,070)
(9,178,660)	(1,251)	(11,726,280)	(1,440,788)
6,500,000	-	15,980,000	-
1,707,709	-	(12,415,000)	-
(445,000)	-	(1,716,324)	(96,594)
(255,157)	-	1,041,852	-
-	-	6,095	274,825
(1,671,108)	(1,251)	(8,829,657)	(1,262,557)
(9,292)	703	634,119	308,689
-	-	(1,272,493)	-
(9,292)	703	(638,374)	308,689
121,342	(11,902)	(2,869,589)	(1,311,827)
-	61,965	16,540,039	8,232,222
\$ 121,342	\$ 50,063	\$ 15,378,159	\$ 6,920,395
\$ 121,342	\$ 50,063	\$ 11,986,474	\$ 6,920,395
-	-	2,128,690	-
-	-	1,262,995	-
\$ 121,342	\$ 50,063	\$ 15,378,159	\$ 6,920,395
\$ -	\$ (42,835)	\$ (42,735)	\$ -
\$ -	\$ -	\$ 679,266	\$ 109,206

City of Midland, Michigan

	Water	Wastewater	Real Estate Rental	Sanitary Landfill
Reconciliation of Operating Income (Loss) to Net Cash from Operating Activities				
Operating income (loss)	\$ (57,631)	\$ 84,425	\$ (250,256)	\$ 969,629
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Depreciation	1,185,662	1,437,258	438,220	270,134
Gain on investment in joint venture	(435,216)	-	-	-
Miscellaneous cash received (paid)	-	-	-	-
Changes in operating assets and liabilities:				
Accounts receivable	32,594	(57,501)	9,177	(225,168)
Due from (to) other funds	(4,239)	-	-	-
Inventory	21,543	-	-	-
Prepaid items				
Accounts payable	38,766	352,669	8,549	29,444
Accrued salaries and wages	17,192	10,321	5,289	5,190
Customer deposits received	(20,436)	-	14,275	-
Customer deposits returned	22,967	-	(2,875)	-
Accrued landfill closure costs	-	-	-	133,000
Compensated absences, death benefits, and workers' compensation	61,601	13,699	-	9,263
Net cash provided by (used in) operating activities	<u>\$ 862,803</u>	<u>\$ 1,840,871</u>	<u>\$ 222,379</u>	<u>\$ 1,191,492</u>

Proprietary Funds
Statement of Cash Flows (Continued)
Year Ended June 30, 2006

Civic Arena	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ (146,126)	\$ (219,421)	\$ 380,620	\$ (1,080,725)
159,077	169,692	3,660,043	1,349,421
-	-	(435,216)	-
92,512	1,761	94,273	15,859
(14,053)	(7,273)	(262,224)	(37,024)
-	-	(4,239)	-
(84,688)	-	(63,145)	86,818
	(21,000)	(21,000)	
34,010	29,887	493,325	(3,039)
-	-	37,992	11,933
-	-	(6,161)	-
-	-	20,092	-
-	-	133,000	-
-	-	84,563	6,868
\$ 40,732	\$ (46,354)	\$ 4,111,923	\$ 350,111